

EXCISE

611

(E)



Department of State

TELEGRAM

CONFIDENTIAL

AN: D730002-0639

PAGE 01 LONDON 08933 021755Z

SI

ACTION AF-18

INFO OCT-01 EUR-25 ADP-00 INRE-00 SSO-00 NSCE-00 PM-07

NSC-10 SS-15 RSC-01 CIAE-00 INR-10 NSAE-00 L-03 H-03

OEP-01 ES-11 COME-00 INT-08 SCEN-02 CIEP-02 TRSE-00

PRS-01 OMB-01 RSR-01 /120 W

122092

O 021746Z AUG 73

FM AMEMBASSY LONDON

TO SECSTATE WASHDC IMMEDIATE 3085

INFO AMEMBASSY TRIPOLI IMMEDIATE

CONFIDENTIAL LONDON 08933

E.O. 11652: GDS

TAGS: ENRG, LY

SUBJECT: LIBYAN NEGOTIATIONS

1. [REDACTED]
INFORMS US LIBYAN OPERATIONS SUBGROUP MEETING IS SCHEDULED TO TAKE PLACE IN LONDON AUGUST 7 (WITH LATER MEETING OF STEERING GROUP IN LONDON OR NEW YORK A POSSIBILITY). OASIS AND OCCIDENTAL REPRESENTATIVES MUST RETURN TO TRIPOLI FOR MEETINGS WITH JALLAUD AUGUST 10. JALLAUD REPORTEDLY HAD AGREED TO POSTPONE MEETINGS UNTIL FOLLOWING WEEK BUT REVERTED TO EARLIER INSISTENCE ON AUGUST 10 DATE TODAY. JALLAUD ALSO HAS SET ANOTHER FINAL DEADLINE OF AUGUST 15 FOR WRAPPING UP NEGOTIATIONS.

2. [REDACTED] DOUBTED THAT A MEETING OF PRINCIPALS AT POLICY GROUP LEVEL WOULD TAKE PLACE PRIOR TO AUGUST 10. SINCE THERE IS LITTLE CHANCE OF COMPANIES INVOLVED AGREEING TO A CHANGE IN NEGOTIATING TERMS OF REFERENCE. HE THOUGHT OCCIDENTAL'S POSITION WOULD REMAIN FIRM AFTER MUCH SOUL-SEARCHING AND A TELEPHONE CONVERSATION BETWEEN
PAGE 02 LONDON 08933 021755Z

CONFIDENTIAL

DEPARTMENT OF STATE A/CDC/MR	
REVIEWED BY <u>cf</u>	DATE <u>11/20/82</u>
RDS ☐ or XDS ☐ EXT. DATE	
TS AUTH. REASON(S)	
ENDORSE EXISTING MARKINGS ☐	
DECLASSIFIED ☐ RELEASABLE ☐	
RELEASE DENIED ☐ <u>11/20/82</u>	
PA or FOI EXEMPTIONS <u>B1, A9</u>	

B1, A9

B4, A9

CONFIDENTIAL

[REDACTED]
3. [REDACTED] BELIEVES THAT THIS TIME CRUNCH IS REALLY HERE FOR GASIS AND OCCIDENTAL AT LEAST. [REDACTED] IS PERSUADED THAT JALLAUD FEELS UNDER PRESSURE TO FINISH NEGOTIATIONS AFTER EIGHT MONTHS, PERHAPS AS RESULT OF SOME PEOPLE'S COMMITTEES CRITICISM OF DELAY WHEN OTHER COUNTRIES HAVE NEGOTIATED GOOD DEALS RECENTLY AND RAPIDLY, OR PERHAPS OUT OF DESIRE TO HAND COLONEL QADHAFI A TRIUMPH ON EVE OF HOPED FOR UNION WITH EGYPT. MOREOVER, LARG NOW HAS DECIDED IT WANTS ITS ROYALTY CRUDE AND PROBABLY ANTICIPATES IT CAN SELL CONSIDERABLE QUANTITIES AT ABOVE POSTED PRICE. [REDACTED] OPINED THAT IT IS QUITE POSSIBLE LARG MAY SOLVE PROBLEM FOR ALL CONCERNED BY ACT OF LEGISLATION RATHER THAN NEGOTIATION.

NONE OF OTHER COMPANY REPRESENTATIVES CONTACTED [REDACTED] NEW OF RECENT DEVELOPMENTS [REDACTED]

SOHM

CONFIDENTIAL